

DATE: 3/21/89

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1588 WEST NORTH TEMPLE
SALT LAKE CITY, UTAH 84116

RECEIVED
MAY 09 1989

DECLARATION OF EXEMPTION

DIVISION OF
OIL, GAS & MINING

(See Mined Land Reclamation Act 40-8-4(6))

As provided for in Section 40-8-4 UCA 1953, I hereby declare an exemption from the "Utah Mined Land Reclamation Act", in that less than 500 tons of material is being mined or less than two (2) acres of land is being excavated or used as a disposal site during a period of twelve (12) consecutive months, from the following designated claims, leases, or fee acreage.

NAME OF CLAIM, LEASE, OR FEE ACREAGE	1/4 SECTION	LOCATION		
		TOWNSHIP	RANGE	COUNTY
Mi Veda	NEX 14	7S	3W	Utah

Commodity: Gold + silverDate: 3/21/89Signature: David MessersmithOPERATOR: Veda Mining Co. David MessersmithADDRESS: 7550 N. 7480 W. American Fork, Utah 84003TELEPHONE: 756-7388

*This form needs to be filed one time only. In the event more than the minimum size requirements are mined, a Notice of Intention to Commence Mining Operations (MR Form 1) and a Mining and Reclamation Plan (MR Form 2) will need to be filed with this office.



Norman H. Bangerter

Governor

Dee C. Hansen

Executive Director

Dianne R. Nielson, Ph.D.

Division Director

State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

355 West North Temple

3 Triad Center, Suite 350

Salt Lake City, Utah 84180-1203

801-538-5340

April 12, 1989

Mr. David R. Messersmith
~~416 West 600 North~~ 7550 N. 7480 W.
American Fork, Utah 84003

Please Note
address change

Dear Operator:

Our files indicate that you submitted a Declaration of Exemption for your mining operations located in Tooele and Utah Counties, Utah. We have assigned these operations with file numbers DOE/045/018 and DOE/049/010.

At the time of your submittal, the Utah Mined Land Reclamation Act (Section 40-8-4.6) excluded -- in the definition of a mining operation -- the following:

"...any operations which would otherwise be included under mining operations but as to which less than 500 tons of material are mined in a period of twelve consecutive months or where less than two acres of land are excavated or used as a disposal site in a period of twelve consecutive months."

In 1987, the legislature changed the Act to remove the exclusion of these mines that mined less than 500 tons or excavated less than two acres of land. As a result of this change, all mining operations -- including those previously exempt -- are now required to file a Notice of Intention to Commence Mining Operations. More specifically, as defined in the Act (40-8-4) and Rules supporting the Act (R613-001-106):

1. "Mining operations means those activities conducted on the surface of the land for the exploration for, development of, or extraction of a mineral deposit, including, but not limited to surface mining and the surface effects of underground and in situ mining; onsite transportation, concentrating, milling, evaporation, and other primary processing."

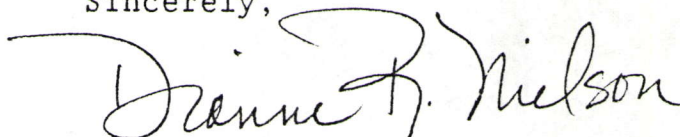
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2. "Large mining operations means mining operations which have a disturbed area of more than five surface acres at any time."
3. "Small mining operations means mining operations which have a disturbed area of five or less surface acres at any time."

If you are still operating the above referenced site, or any other mining operation, you will need to file a Notice of Intention with this office. If you are still in operation, or plan to resume operations in the future, please notify us by signing this letter in the space designated in the box, below, and returning it to this office. As soon as we hear from you, we will send you a copy of the new rules -- which were approved and effective December 1, 1988 -- along with the necessary Notice of Intention filing forms.

Please respond by April 30, 1989. If you have questions or need assistance with the NOI, please contact Wayne Hedberg or Lowell Braxton. Thank you for your cooperation.

Sincerely,



Dianne R. Nielson
Director

jb
MN68/1-2

<input checked="" type="checkbox"/> Yes, I am interested in receiving a copy of the rules for the Minerals Reclamation Program. I will also need the following forms (please check):
<input checked="" type="checkbox"/> Exploration (drilling, trenching, etc.)
<input checked="" type="checkbox"/> Small Mine (less than 5 acres)
<input type="checkbox"/> Large Mine (greater than 5 acres)
X <u>David R. Messersmith</u>
Please sign and return to Oil, Gas and Mining

Sent
5-10-89
JB

RECEIVED
MAY 09 1989

DIVISION OF
OIL, GAS & MINING